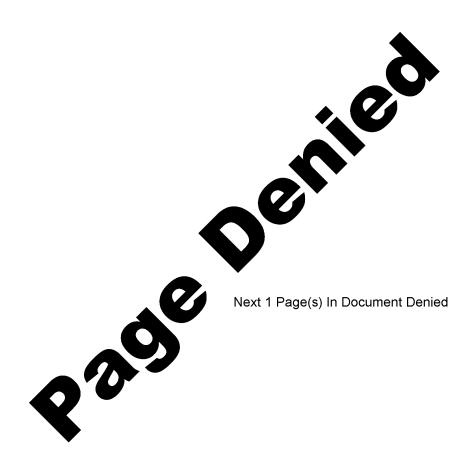
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	SECRET	
	Work on Improvements in the Voyvodina (Yugoslavia)	
	The preparatory work for the construction of the Danube - Tiza -	50X1-HU
	Danube canal has recently been completed (within the framework of the	
	five-year plan). According to the general plan, the canal will be 240	km
	in length; 110 km will run through the Bachka region, the remaining	
	130 km through the Banat. The difference in water level between the	
	Danube, near the city of Bezdar, and Novi Sad is nine meters; between	
	Besdan and Bechey, eight meters; between Bezdan and Banatska Palanka,	50X1-HU
	15 meters.	
200	See accompanying sketch.	
	Key: Pumps	
	Central water stations	
	Central water station with dike on the Tiza river	
	: CANTER   WATER BUNGLOW WILDS GIVEN 1700	
	State boundary	50X1-HUM
	Director of the Fiume Oil Refinery	50X1-HUM
	Director of the Fiume Oil Refinery  Radmilo Protic, who up to now has been deputy chief of distribution	50X1-HUM



	·		
	Thum Tito's naval experts	report great activity	
i	the field of naval construction in Yugoslavia	. In several shipyards	
V	ery fast MAS, are buing built, frequently with we	ooden hulls because of	
ti	ne shortage of other materials. Although there	are not sufficient num-	
b	ers of specialists, about 50 MAS of various type	es have been launched so	
fe	r, plus six small tankers and about 30 small co	raft.	
		At Tivat, in	50X1-HUM
tì	specialists are building	ng pocket submarines	
01	a mass-production basis. The areas have been	evacuated of all civil-	
ie	n population.		
	The head of the Alberton Communists True	II. Jan. 1	
	The head of the Albanian Communists, Enve		
ar	agreement with the Soviet Minister of Trade, A	lensikov, on the basis	
of	which the USSR has granted Albania a credit an	counting to three million	
đơ	llars for the purchase of machinery and foodstu	ffs in the USSR.	
	In addition to the credit already mentione	d which Enver Hodza ob-	
ta	ined for Albania from the USSR, Russia has sent	this country a complete	

In addition to the credit already mentioned which Enver Hodza obtained for Albania from the USSR, Russia has sent this country a complete factory for the processing of sugar; its capacity is 5,000 carloads. Russian has also sent complete machinery for a textile factory with an annual capacity of 20 million meters and a modern factory for the processing of leather.

It has been learned from Bulgaria that the USSR has placed three miscellaneous factories at that country's disposal.

SECRET

On the basis of the new trade agreement between	
and Yugoslavia in the amount of 15 million pounds sterling	
will have the right to export and to dispose freely of that percentage	
of production of certain firms which corresponds to capital	50X1-HUM
in those firms.	
29 April 1949	
In Ljubljana there is a metallurgical and machine-building plant	50X1-HUM
by the name of "Litostroi". It is a very large plant	
	٠

The immediate objective toward which the Yugoslav authorities are striving at present is the realization of the five-year plan. In this connection it is worth noting that the fulfillment of the plan is considerably behind schedule. For example, in the A. Rankovic firm (torpedo factory) in Fiume the launching of the first three torpedos of entirely post-war construction took place on 19 March, six months later than planned. The difficulties in manufacture were essentially due to the shortages of skilled labor, of special bronze, and of adequate machinery. The department heads, who even before the war constituted the backbone of production, contributed greatly to the work. They were: Chersina Agostinok, Smoquina, Perich, Dobrilla, Surina, and Mohoric. They have all been drafted for other service, but naturally the authorities have refused to release them.

It is thought that production would suffer grave damage if they succeeded in obtaining releases. The gyroscope division department is the most critical. It is headed by Smoquina, and has a number of skilled workers, who have also been selected for fother duty.

The machinery which arrives comes manify from dismantled German

industrial plants	50X1-HUM
In addition, work is being done on converting about 200 Junker	
engines, by transforming them and adapting them for installation in sub-	
marine chasers Each submarine chaser is pro-	50X1-HUM
vided with three engines, which permit it it to develop a speed of 42 or	
43 miles per hour. About 130 such engines have been transformed so far,	
but only a tenth of them have undergone block tests and only three have	
been installed in the vessels.	
In addition, there is a secondary production of small compressors,	
and the production of Diesel engines is destined for considerable future	
development. At present a type of 40-hoursepower engine is in an experi-	
mental stage; the first of these engines are bo be ready by the first of	
May. The labor pool in Terni was exhausted by labor drafts prior to 1945,	ı
and with the exhaustion of this source there/arose the problem of supply-	
ing certain essential parts.	
An attempt was made to overcome the shortage of labor by bringing	
in the military, but they could only be counted upon to supply manual	٠
labor, and that only to a limited extent.	
In the Pioppi camp (formerly the Diaz camp) a repair factory	
for electrical equipment has been set up. It does not amount to much	
at present, but is considered to be of great importance for future de-	
velopments. (Its name is Svijetlost.)	
*************	
Work has been going on for some time in the torpedo factory in	
Fiume on torpedo-launching equipment	50X1-HUM
In this connection it is probable that a request will he be made	
to furnish the Leonard aggregates (motor-dynamo aggregates	50X1-HUM
for 100-volt direct current, with approximate output of 5 - 7 kilowatts).	
This project is very dear to the hearts of the military authorities, but	

so far practically nothing has been done on it because of lack of means.
1 May 1949
With the reestablishment of double-track service on the Vrpolje
Novska line, Yugoslavia now has double-track service from Belgrade to
Zagreb, makixaxaalaanaaxaaxaaxaaxaa with a capacity of 160 cars per day.

